

**DEBT SERVICE COVERAGE****MICHIGAN TOBACCO SETTLEMENT FINANCE AUTHORITY**

(In Millions)

	2008
Revenue - Tobacco Revenue	\$ 45.3
Less: Operating Expenses	1.1
Net Available Revenue	44.2
Debt Service:	
Principal	10.1
Interest	53.9
Actual Annual Debt Service	64.0
Debt Service Coverage	0.7 x

**NOTES:**

- (1) Debt service on the Michigan Tobacco Settlement Finance Authority bonds commenced in fiscal year 2008.
- (2) Details regarding the State's outstanding debt can be found in the bonds and notes payable note to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.